



Memorandum

TO: HONORABLE MAYOR AND
CITY COUNCIL

FROM: Katy Allen

**SUBJECT: MONTEREY RD. (STATE RT 82)
STREETSCAPE IMPROVEMENT
PROJECT**

DATE: 05-05-04

Approved

Date

Council Districts: 3 & 7
SNI: Spartan/Keyes

RECOMMENDATION

Approval of modifications to the project schedule and a continuation agreement with Bellecci & Associates, Inc. for consultant services for the Monterey Road Streetscape Improvement Project (Keyes St./Curtner Ave.), at no additional cost.
CEQA: Use of a Final EIR, PP01-07-135.

BACKGROUND

The Monterey Road Streetscape Improvement Project includes the construction of streetscape improvements to eliminate blight and encourage economic vitality. The project improvements include new raised median islands, with low maintenance landscaping consisting of decorative paving, irrigation, and flowering tree and shrub plantings. The project limits of work include Monterey Road from Keyes Street to Curtner Avenue, and Cadwallader Plaza bounded by Monterey Road, Keyes Street and South Second Street: (map attached). The project is located within the right-of-way of State Route 82.

This project was originally intended to be completed by September 30, 2003. However, after the initiation of the design process, the State requested unanticipated additional engineering studies. In addition, funding for the project was put on hold for a period of time while the San José Redevelopment Agency budget was reviewed. The additional engineering studies and funding issues have now been resolved. However, because of these changes, the completion date for the project is now anticipated to be February 2005. The purpose of this memo is to confirm the new project schedule and to approve a continuation agreement with the design consultant to coincide with the revised project completion date.

ANALYSIS

The bid opening for the project is now scheduled for May 20, 2004, with the award by Council in June 2004. Construction is now scheduled to begin in August 2004 with completion by February 2005. City staff therefore recommends modifications to the project schedule and approval of a continuation agreement with Bellecci & Associates, Inc. to extend the term of the agreement by 18 months to September 30, 2005, in order to provide sufficient time to complete this project.

PUBLIC OUTREACH

The San José Redevelopment Agency provided the Public Outreach during the design development phase of this project. The Agency drafted the Monterey Corridor Redevelopment Plan that outlined the scope of the median improvement project for Monterey Road, which was approved by Council in December 1994. Beginning in 2000, the Agency presented the project concept and later, design documents at several meetings with members of the Washington Coalition, adjacent property owners and tenants. These groups subsequently accepted the project.

COORDINATION

This project and memorandum have been coordinated with the City Attorney's Office, the Departments of Finance, Planning, Building and Code Enforcement and Transportation, San José Redevelopment Agency and the City Manager's Budget Office.

COST IMPLICATIONS

1. AMOUNT OF RECOMMENDATION: None

2. COST OF PROJECT:

Project Delivery	\$ 713,000
Construction (Engineer's Estimate)	1,823,000
Contingency (8%)	<u>146,000</u>
TOTAL	\$2,682,000

3. SOURCE OF FUNDING: 450 – Services for Redevelopment Capital Projects Fund

4. **FISCAL IMPACT:** This project is consistent with the Council-approved Budget Strategy Economic Recovery section in that it will spur construction spending in our local economy. In the first year, the project will have a neutral effect on the General Fund. After the one-year maintenance period is completed, the project will have moderate operating and maintenance impacts on the General Fund estimated to be in the amount of \$9,800 annually, beginning in 2005-2006.

BUDGET REFERENCE

Fund No.	Appn No.	Appn Name	RC#	Total Appn	Amount for Agreement	2003-2004 Appn. Ordinance	Last Budget Action (Date, Ord. No.)
450	6813	Monterey Corridor Median Improvement	113593	\$2,308,456	None	Section No. 20.05, Page 12	1-27-04, Ord. No. 27061
		Total		\$2,308,456	None		

Note: \$305,000 in funding was appropriated in Fiscal Year 2000-2001 and \$226,000 in Fiscal Year 01-02, for a total amount of project funding of \$2,836,000. These funds were expended for consultant fees and City design management.

CEQA

Use of a Final EIR, PP01-07-135.

KATY ALLEN
Director, Public Works Department

KA:gw
Attachments
MontereyRd.doc